

## NORTH LILY MINING COMPANY

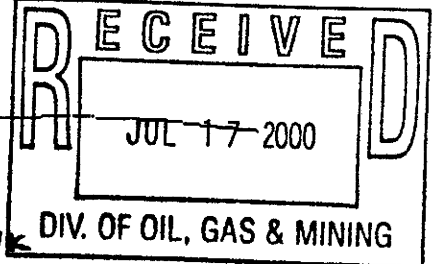
1800 Glenarm Place - Suite 210, Denver, Colorado 80202

Phone: 303-294-0427 Fax: 303-293-2235

FAX transmittal

to Mary Ann Wright  
& Wayne Hedberg  
& Beth Wondimin

m/023/007



DATE: 17 July 2000

TO: Brenda Peterson / First Security Bank

FAX: 801 465 4305

FROM: Gene Webb/Stephen Flechner

RE: Transfer of Funds

IN Payson

cc JBR/Bob Boyer  
801 942 1852  
DOGm/Mary Ann Wright  
& Wayne Hedberg  
801 359 3140Hard copy to follow Yes ☐ No ☐

No of pages 2

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THANK YOU for your call this morning.

MESSAGE: Pursuant to our phone discussion and the attached letter of July 14 from Director Braxton, this is to confirm that you are depositing the excess bond interest into our account # ~~XXXXXXXXXX~~. This is also to authorize and instruct you to then wire transfer the funds \$ in the amount of \$13,000 to:

Bank One - Account of JBR

Environmental Consultants Inc -  
Routing #Account # ~~XXXXXXXXXX~~

Phone 801 481 5207

By copy heretof to JBR, we hereby instruct them to use these funds immediately & exclusively for Silver City Reclamation. We will do the same with the balance.

Thank you very much - <sup>NLMC</sup> Flechner/President



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor

Kathleen Clarke  
Executive Director

Lewell P. Braxton  
Division Director

1594 West North Temple, Suite 1210

PO Box 145801

Salt Lake City, Utah 84114-5801

801-538-6340

801-538-3940 (Fax)

801-538-7223 (TDD)

July 14, 2000

Stephen E. Flechner, President and CEO  
North Lily Mining Company  
1800 Glenarm Place Suite 210  
Denver, Colorado 80202

Re: Request for Release of Interest, Certificate of Deposit (CD), North Lily Mining Company,  
Tintic Project, M/023/007, Juab County, Utah

Dear Mr. Flechner:

This letter is in response to your recent inquiry which was conveyed during a joint agency conference call on June 13, 2000, and again on June 21, 2000, when you spoke with Wayne Hedberg, Minerals Program Permit Supervisor. You asked if the interest that has accrued on the Certificate of Deposit (First Security Bank account #: ~~920000000000000000~~) could be released to North Lily Mining Company. As of June 15, 2000, the account balance was reported as \$205,344.64. By this letter, the Division grants North Lily permission to withdraw the amount of interest which exceeds the required surety amount of \$191,500 (year 2002 dollars).

On July 13<sup>th</sup> we spoke with Brenda Peterson of First Security Bank (Payson Branch) concerning this account. We were informed that a letter from our Division would be required to authorize release of this interest. On July 11<sup>th</sup> we signed and returned a new signature card and a withdrawal receipt/debit to First Security Bank. A copy of this letter will be forwarded to Ann Norman, Branch Manager, Security Bank to authorize release of said interest, as requested.

Please contact Mary Ann Wright (801) 538-5306, or Wayne Hedberg at (801) 538-5286, if you have questions or concerns regarding this letter. Again, thank you for your continued cooperation and efforts in working towards final closure of this mining facility.

Sincerely,

for Lowell P. Braxton  
Director

jb  
cc: Mary Ann Wright, DOGM  
Wayne Hedberg, DOGM  
o:north lily interest rel